

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3581 - SB 3416

February 12, 2010

SUMMARY OF BILL: Creates a new specialty earmarked license plate for Volunteer Wounded Warriors and allocates all funds produced from the first year's issuance and sale of such plates to the Department of Veterans Affairs. For second and subsequent years, funds shall be allocated pursuant to Tenn. Code Ann. § 55-4-215.

ESTIMATED FISCAL IMPACT:

Increase State Revenue –

\$3,800/General Fund/One-Time/FY10-11

\$31,200/ Department of Veterans Affairs/FY10-11

\$17,500/Department of Veterans Affairs/FY11-12 and Subsequent Years

\$14,000/Arts Commission/FY11-12 and Subsequent Years

\$3,500/Highway Fund/FY11-12 and Subsequent Years

Increase State Expenditures - \$3,800/One-Time/FY10-11

Assumptions:

- Revenue (1,000 plates @ \$35.00 each).
- Expenditures (Production cost: 1,000 plates @ \$3.76 each = \$3,760 one-time).
- One thousand new plates will be purchased by individuals that currently do not have a specialty license plate.

HB 3581 - SB 3416

- Net proceeds from the sale of such plates will be allocated as follows: 100 percent (less a one-time production cost) to the Department of Veterans Affairs for the first year. For the second and subsequent year of issuance, funds will be allocated 50 percent to the Department of Veterans Affairs; 40 percent to the Tennessee Arts Commission; and 10 percent to the State Highway Fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized initial "J".

James W. White, Executive Director

/rnc